


THIS AMENDMENT:			 0000090251
_____ Passed _____	Passed as amended by _____		
_____ Failed _____	Not Offered _____		Withdrawn _____

ORIGINAL

MAYES PROPOSED AMENDMENT 1

TIME/DATE PREPARED: November 4, 2008

COMPANY: Gold Canyon Sewer Company

AGENDA ITEM NO. U-10

DOCKET NO. SW-02519A-06-0015

OPEN MEETING DATE: Nov. 12-13, 2008

Page 9, DELETE lines 1-28 and INSERT NEW FINDING OF FACT:

"We agree with RUCO that the Company had excess capacity at the Gold Canyon treatment plant during the test year and will disallow \$2.8 million from the Company's ratebase. The Commission is including in ratebase all of the necessary plant capacity through 2008. Once the excess capacity becomes used and useful the Company will have the opportunity to earn a full rate of return on the entire plant. Until that time, the Company shall establish a deferred depreciation expense account to record the depreciation expenses on the disallowed plant. However, in the interim the Commission believes the Company's ratebase should be decreased by \$2.8 million."

Page 10 DELETE lines 1-28

Page 11 DELETE lines 1-8

Page 19, DELETE lines 6-8 and INSERT:

"IT IS FURTHER ORDERED that Gold Canyon Sewer Company's rate base be reduced by \$2.8 million as discussed herein and that Gold Canyon Sewer Company submit by November 30, 2008, for Commission approval, rates and charges revised per this rate base reduction. These revised rates and charges will be applied on a prospective basis and will not be applied retroactively."

IT IS FURTHER ORDERED that the revised rates and charges shall become effective the first day of the month after they are approved by the Commission."

Make all conforming changes

DOCKET CONTROL
AZ CORP COMMISSION


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Arizona Corporation Commission

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